## **SENATE NO. 2029**

## AN ACT IMPROVING THE FINANCES OF THE MASSACHUSETTS BAY TRANSPORTATION AUTHORITY

Be it enacted by the Senate and House of Representatives in General Court assembled, And by the authority of the same, as follows:

- 1 SECTION 1. Section 18 of chapter 161A of the General Laws, as appearing in the 2004 Official
- 2 Edition, is hereby amended by striking out the first paragraph and inserting in place thereof the
- 3 following:—
- 4 Notwithstanding the provisions of any law to the contrary, and in addition to the sums to be credited to
- 5 the Massachusetts Bay Transportation Authority State and Local Contribution Fund pursuant to the
- 6 provisions of section 35T of chapter 10 of the General Laws, the Commonwealth shall annually
- 7 transfer to said Fund contract assistance sufficient to pay the debt service or other payment obligations
- 8 of the authority in connection with debt or other financing obligations of the authority, including,
- 9 without limitation, leases, reimbursement obligations or interest exchange agreements, issued or
- entered into prior to July 1, 2000 in respect of which the Commonwealth has pledged its credit or is
- otherwise liable or as to which the authority has covenanted to maintain net cost of service or contract
- 12 assistance support. The Commonwealth shall remain liable for the payment of such obligations or the
- provision of net cost of service or contract assistance support as to such obligation to the same extent
- as before the enactment of this chapter.

Notwithstanding the provisions of this section, the Commonwealth may, subject to appropriation and the provisions of Article 62 of the Amendments to the Constitution of the Commonwealth, pledge its credit, guaranty, or support for the funding of transit commitments made in connection with the central artery project, so-called, capital improvements required under the Americans With Disabilities Act, or any other projects to conform to federal statutory mandates, or projects or services specifically authorized and funded by legislation enacted by the general court after July 1, 2000, or any other projects or services authorized by the general court prior to said July 1 for which funding is appropriated by the general court subsequent to said July 1; provided, that the authority shall not be obligated to make expenditures for any such commitments or projects so authorized for which the funds necessary to complete and operate such commitments or projects, including the guarantee of contract assistance, have not been made available to the authority. The authority shall undertake such projects and services so authorized and funded and shall incorporate them into the capital investment program established pursuant to paragraph (g) of section 5 and shall not make them subject to the priority ranking established by said paragraph (g) for other projects of the authority. SECTION 2. Section 20 of said chapter 161A is hereby amended by inserting at the end of sentence 4

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SECTION 2. Section 20 of said chapter 161A is hereby amended by inserting at the end of sentence 4
the following:—, provided, however, that any such budget need not provide for payment of debt
service payments or other payments due under financing obligations, including, without limitation,
leases, reimbursement obligations or interest exchange agreements, for which the Commonwealth will
provide contract assistance pursuant to section 18 of Chapter 161A.

SECTION 3. Subsection (h) of section 5 of said chapter 161A is hereby amended by adding the following paragraph at the end of said subsection:—

- 36 Said report shall include numbers of riders per line of service as a monthly average, steps the authority
- is taking to increase ridership, if any, and statistics on service reliability per line of service.
- 38 SECTION 4. Subsection (d) of said section 5 of chapter 161A is hereby amended by striking sentences
- 39 1 and 2 and inserting in place thereof the following:—
- 40 No proposal for a systemwide change in fares or decrease in systemwide service shall be effective
- 41 until said proposal shall first have been the subject of one or more public hearings and shall have been
- reviewed by the advisory board and, for a systemwide increase in fares, the MBTA board has made
- findings on the environmental impact of such increase in fares and, for a systemwide decrease in
- service of 10% or more, the decrease shall be the subject of an environmental notification form
- initiating review pursuant to sections 61 and 62H, inclusive, of chapter 30. Any systemwide increase
- in fares shall conform to the fare policy established pursuant to paragraph (r) and shall not be effective
- 47 until said proposal is approved by the secretary of energy and environmental affairs after a public
- 48 hearing on the environmental impact of decreased ridership.
- 49 SECTION 5. Said section 5 of chapter 161A is hereby further amended by adding the following
- 50 subsection:—
- 51 (s) To adopt a fare policy that prohibits a per cent increase in fares greater than the inflation index
- 52 measured between the implementation date of the previous fare increase and the implementation date
- of the proposed fare increase. For the purposes of this section, the words "inflation index" shall mean
- 54 the per cent change in inflation as measured by the per cent change in the consumer price index for all
- 55 urban consumers for the Boston metropolitan area as determined by the bureau of labor statistics of the
- 56 United States department of labor.

- 57 SECTION 6. Paragraph 1 of subsection (a) of section 35T of chapter 10 of the General Laws, as so
- appearing, is hereby amended by inserting at the end of sentence 2 the following:— and (iii) contract
- assistance from the Commonwealth pursuant to the provisions of section 18 of said chapter.
- 60 SECTION 7. Paragraph 2 of said subsection (a) of section 35T of chapter 10, is hereby amended by
- 61 inserting at the end of sentence 1 the following:—; provided, however, that the authority shall not be
- required to certify that it has made provisions in its annual budget pursuant to section 20 of chapter
- 63 161A for debt services payments or other payments due for which the Commonwealth will provide
- contract assistance pursuant to section 18 of chapter 161A.
- 65 SECTION 8. Paragraph 2 of said subsection (a) of section 35T of chapter 10, is hereby amended by
- inserting at the end of sentence 2 the following:—, except amounts in the Fund received as contract
- assistance from the Commonwealth pursuant to section 18 of chapter 161A which shall be directed
- towards improved operations, services and reliability on bus, subway and commuter rail lines.
- 69 SECTION 9. Said section 35T of chapter 10 is further amended by striking out the figure
- "\$645,000,000" in sentence 1, and inserting in place thereof the following figure: \$800,000,000.
- SECTION 10. Said section 35T of chapter 10 is further amended by striking out "2001" throughout
- the text of said section and inserting in place thereof the following:— 2008.
- 73 SECTION 11. Subsection (b) of said section 35T of chapter 10 is further amended by striking out
- 74 "2002" in sentence 8 and inserting in place thereof the following:—2009.